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Annual Report, 1949

of the Secretary of the Treasury on the State of the Finances

For the Fiscal Year Ended June 30, 1949

Including Administrative Reports by Bureaus and Offices,
and Exhibits and Tables Relating to Treasury Operations



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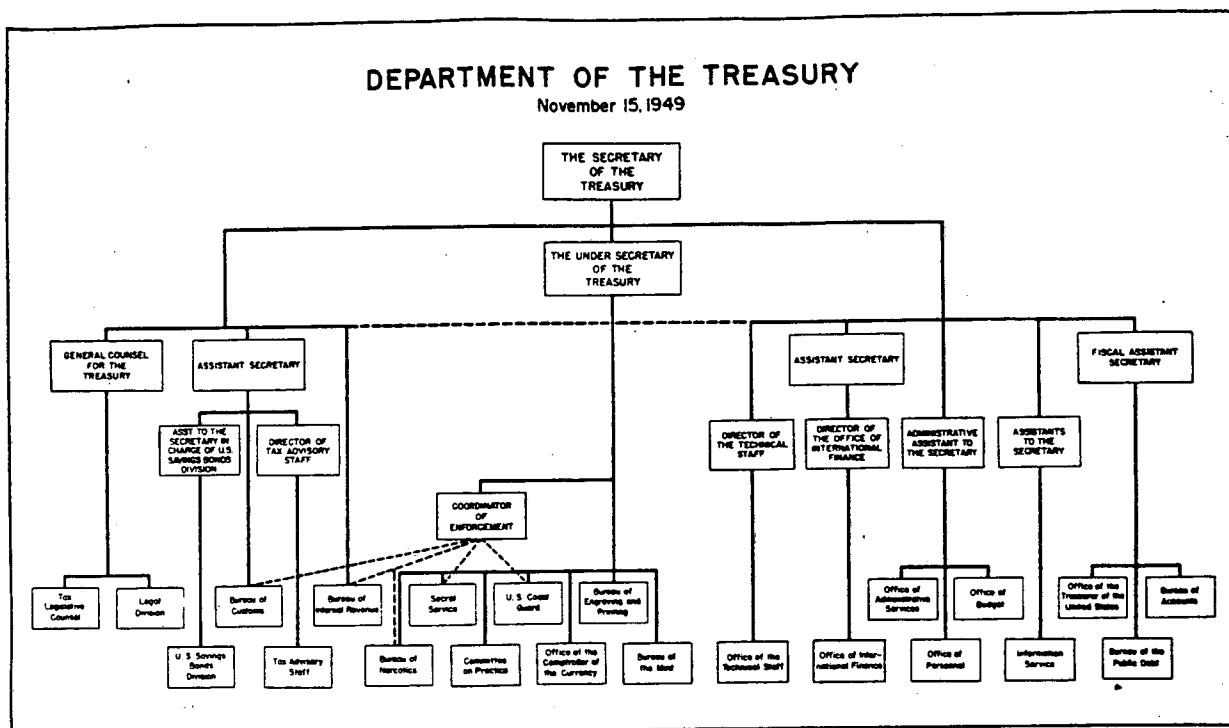


CHART 1.

ANNUAL REPORT ON THE FINANCES

TREASURY DEPARTMENT,
Washington, D. C., February 6, 1950.

Sir: I have the honor to report to you on the finances of the Federal Government for the fiscal year ended June 30, 1949.

During that year, and in the six months which have elapsed since the close of the fiscal year, our Nation achieved a goal which many had thought impossible at the end of the war. That goal was a change-over from an economy of shortages to an economy characterized by ample supplies and competitive business activity, without serious dislocations in industry and trade.

The importance of this achievement can scarcely be over-emphasized. In our own country, it has furnished renewed evidence of the solid foundations on which our economy is built. And in the friendly nations of the world which look to us for leadership, it has been the source of new faith in the ability of democratic nations everywhere to resist aggression.

The Treasury's fiscal policies—it is important to note—have played a vital part in the smooth functioning of the Nation's business and financial system during the difficult postwar period of reconversion and readjustment. The separate annual reports of the Treasury Department cannot give an adequate picture of policies and programs extending over a period longer than a single year. At various times in the past, therefore, the Treasury has included a longer-term review in its annual report to the Congress. In view of the importance of Treasury policies and operations in the postwar period, and because of the considerable discussion which has taken place in recent months regarding Government reorganization, the present time appears to be particularly appropriate for again including such a review in the Treasury's annual report to the Congress. This review, entitled "Summary Report of Treasury Activities June 25, 1946–October 31, 1949", will be found immediately after this letter of transmittal.

Before going into either of these more detailed discussions, however, I should like to summarize, first, the economic developments which have affected the Nation's finances during the past 18 months; and

Expenditures for international finance and aid were \$6.0 billion in 1949, a net increase of \$1.9 billion over those in 1948. Economic Cooperation Act outlays amounted to more than \$4.0 billion (including \$3.0 billion expended from the Foreign Economic Cooperation trust fund). This compared with \$134 million in 1948, which represented initial expenditures in the April-June quarter immediately after the act went into effect. Greek-Turkish assistance and relief in war devastated countries also increased. Partially offsetting these increases in 1949 were a decrease of \$525 million expended through the Export-Import Bank (excluding expenditures made under the Economic Cooperation Act), and a decline of \$1.7 billion resulting from expiration of the credit to the United Kingdom in 1948.

Payments for veterans increased by \$0.4 billion during 1949, but at nearly \$6.9 billion were not so large as the record of \$7.3 billion in 1947. The 1949 total was 17 percent of all budget expenditures.

Interest paid on the public debt amounted to \$5.3 billion in 1949 and was 13 percent of the total. Payments were \$128 million more than in 1948.

All other budget expenditures in 1949 amounted to \$10.0 billion. They included expenditures for certain domestic programs, such as aid to agriculture, social security, public works, and atomic energy, which together amounted to \$6.5 billion. The remaining \$3.5 billion in all other budget expenditures were those for the executive departments not shown elsewhere and the legislative and judicial branches; aids to education, labor, finance, commerce, and industry; Civil Aeronautics; Government contributions to Federal employees' retirement funds; and the Post Office deficiency. The \$10.0 billion total in 1949 represented an increase of \$3.4 billion over that of 1948, principally because of increases of \$1.8 billion for the Commodity Credit Corporation (under aid to agriculture), of \$394 million for public works, of nearly \$200 million in purchases of strategic and critical materials, of \$214 million in the Post Office Department deficiency, and \$192 million for atomic energy.

TRUST ACCOUNTS, ETC., RECEIPTS AND EXPENDITURES

Trust accounts receipts generally represent moneys received by the Government for the benefit of individuals or classes of individuals. Moneys held in trust are payable to or for the use of beneficiaries only and therefore are not included in budget expenditures of the Government. Such receipts and expenditures are classified separately in the daily Treasury statement under the title "Trust accounts, etc."

Appropriations made from the general fund to various trust accounts, such as the Government's payment to Federal employees' retirement funds and the national service life insurance fund, are

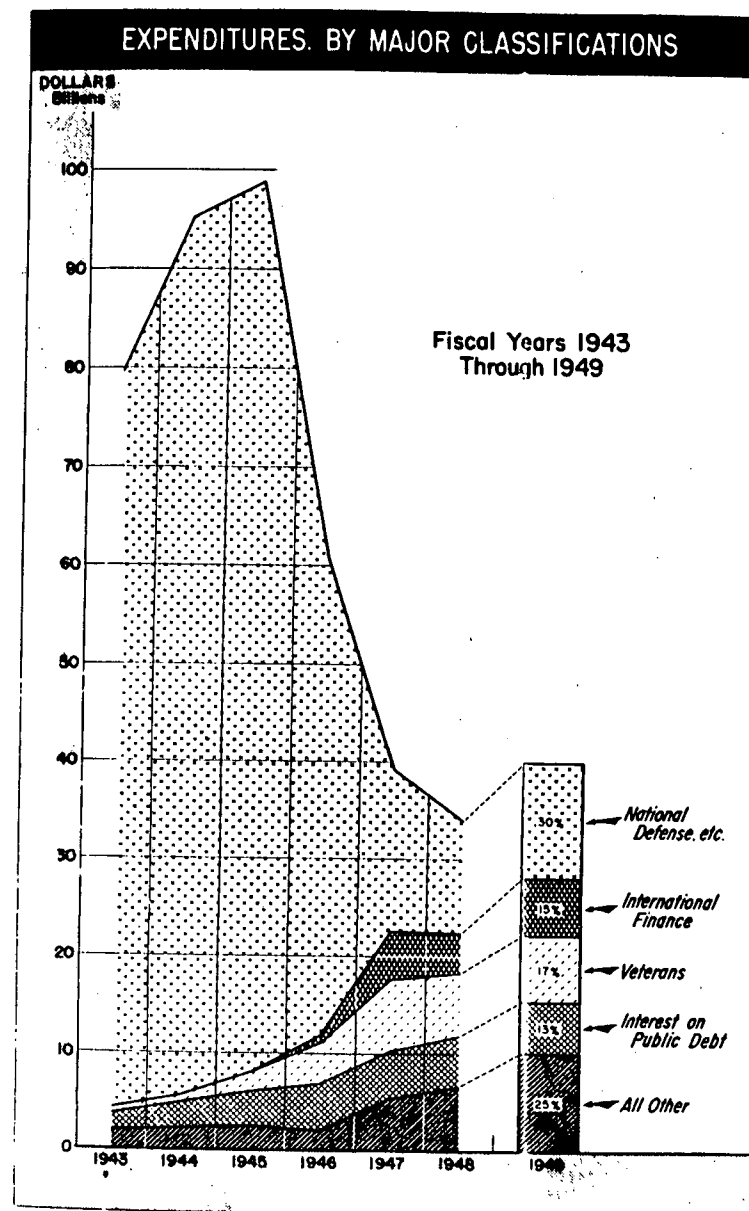


CHART 3.

included in budget expenditures and under the various trust account receipts as transfers from the general fund.

A summary of the net transactions in trust accounts, etc., for the fiscal years 1932 through 1949 is shown in table 1; and receipts in and expenditures from trust accounts, etc., by major classifications for the fiscal years 1941 through 1949 are shown in table 6, and details by months for the fiscal year 1949 in table 4.

GENERAL FUND

The general fund represents all moneys of the Government deposited with and held by the Treasurer of the United States.

The assets in the general fund include certain gold, silver, currency, coin, and unclassified collection items, etc., and deposits to the credit of the Treasurer of the United States in Federal Reserve Banks, special depositories, national and other bank depositories, foreign depositories, and the treasury of the Philippine Islands.

The liabilities of the general fund include outstanding Treasurer's checks, deposits of certain Government officers consisting of balances to the credit of the Post Office Department, the Board of Trustees of the Postal Savings System, and postmasters' disbursing accounts, etc., uncollected items, and exchanges.

The difference between total assets and total liabilities is the general fund balance. On the basis of the daily Treasury statement, the general fund cash balance at the close of the fiscal year 1949 amounted to \$3,470 million, a decrease of \$1,462 million during the year.

The net change in the balance of the general fund during the fiscal year is accounted for as follows:

Balance June 30, 1948.....	\$4,932,021,477.07
Add:	
Budget receipts, net.....	38,245,667,810.11
Trust accounts, etc., receipts.....	5,714,426,671.10
Net increase in gross public debt.....	478,113,347.34
	49,370,229,305.62
Deduct:	
Budget expenditures, including wholly owned Government corporations.....	\$40,057,107,857.79
Trust accounts, etc., expenditures.....	6,209,160,036.37
	46,266,267,894.16
Clearing account for outstanding checks and telegraphic reports from Federal Reserve Banks: Excess of receipts.....	366,441,900.21
	45,899,825,993.95
Balance June 30, 1949.....	3,470,403,311.67

¹ Includes expenditures of \$3,000,000,000 from Foreign Economic Cooperation trust fund. See table 1, footnote 7.

A comparative analysis of the assets and liabilities of the general fund is shown as of June 30, 1948 and 1949, in table 41.

PUBLIC DEBT OPERATIONS AND OWNERSHIP OF FEDERAL SECURITIES

The public debt amounted to \$252.8 billion on June 30, 1949, an increase of \$478 million during the year. On the same date the guaranteed obligations held by the public totaled \$27 million, a decrease of \$46 million in the year.

Despite the lack of a budget surplus, the marketable public debt was reduced by \$5.2 billion, largely through the use of the net proceeds of nonmarketable issues sold to the public and of special securities sold to the Government's trust accounts. This was the third successive year in which nonmarketable securities were the only issues to raise new money which were offered to the public. As a result of the year's operations the debt held by commercial banks again declined while the debt held by nonbank investors increased. During the first few months of the year, interest rates on the Treasury's short-term securities again were increased moderately, so that at the close of the fiscal year the average rate on the interest-bearing public debt was somewhat higher than a year earlier.

Chart 4 shows the public debt and guaranteed obligations outstanding since 1942; and the following table shows the public debt, by classes of securities, and the guaranteed obligations outstanding on June 30, 1948 and 1949, and the changes during the year (on the basis of the daily Treasury statement). The guaranteed obligations held by the public on June 30, 1939-49, classified by issuing agencies, are shown in table 14; and a description of these obligations outstanding June 30, 1949, is given in table 18.

Class of security	June 30, 1948	June 30, 1949	Increase, or decrease (-)
In billions of dollars			
Public debt:			
Interest-bearing:			
Public issues:			
Marketable.....	160.3	155.1	-5.2
Nonmarketable.....	59.5	62.8	3.3
Total public issues.....	219.9	218.0	-1.9
Special issues to Government investment accounts.....	30.2	32.8	2.6
Total interest-bearing public debt.....	250.1	250.8	.7
Matured debt on which interest has ceased.....	.3	.2	(*)
Debt bearing no interest.....	1.9	1.8	-.2
Total public debt.....	252.3	252.8	.5
Guaranteed obligations not held by Treasury.....	.1	(*)	(*)
Total public debt and guaranteed obligations.....	252.4	252.8	.4

*Less than \$50 million.

TABLE 4.—Trust accounts, etc., receipts and expenditures, in detail, monthly for fiscal year 1949 and totals for 1948 and 1949—Continued

Receipts and expenditures	Fiscal year 1949						
	July 1948	August 1948	September 1948	October 1948	November 1948	December 1948	January 1949
RECEIPTS							
Other trust accounts—Continued							
Foreign service retirement fund:							
Deductions from employees' salaries, etc.	\$40,261.95	\$85,010.43	\$58,886.50	\$35,684.63	\$43,844.96	\$94,141.82	\$31,685.85
Interest on investments	195.62		235.62	387.95	800.00	1,157.26	
Transfers from general fund (U. S. share)	2,150,000.00						
Government life insurance fund:							
Interest and profits on investments				8,917.81	11,890.41		
Premiums and other receipts	5,957,867.82	3,059,043.08	3,532,970.98	4,350,122.43	3,480,569.63	3,474,459.70	3,772,794.98
Indian tribal funds	1,047,934.46	1,588,144.22	936,755.18	1,608,693.27	1,244,490.44	1,280,628.96	1,032,264.56
Insular possessions	530.19	467.61	13.26	1,131.43	307.79	354.53	937,467.63
Other	32,727,610.42	28,816,604.59	54,693,605.14	36,473,349.91	33,660,068.37	31,217,337.09	25,254,467.72
Increment resulting from reduction in weight of gold dollar	3,875.27	6,527.14	6,079.03	6,661.62	4,570.79	19,926.58	3,152.74
Seigniorage ¹							
Unclassified	* 1,006,345.91	* 151,113.17	* 187,735.08	189,211.58	788,883.34	* 808,416.18	8,735.76
Total receipts ¹	816,541,172.62	707,356,959.16	173,337,081.30	287,375,844.56	690,404,210.38	313,681,737.34	238,264,608.18
EXPENDITURES							
Federal old-age and survivors insurance trust fund:							
Administrative expenses:							
Salaries and expenses, Bureau of Old-Age and Survivors Insurance	3,468,717.86	4,301,446.15	2,893,299.85	2,910,053.22	3,543,467.56	3,083,145.52	3,058,692.48
Reimbursements to general fund ¹	1,083,900.01	1,083,900.01	1,083,900.03	1,131,472.42	1,131,472.42	1,131,472.44	1,032,264.56
Benefit payments	46,962,331.44	46,852,656.17	47,458,359.95	48,197,442.34	48,547,804.32	49,335,296.66	50,088,123.26
Investments	* 20,000,000.00		* 364,981,313.20	* 26,000,000.00		300,000,000.00	
National service life insurance fund:							
Benefits, refunds, etc.	42,698,719.07	27,847,584.80	26,862,366.93	27,394,673.54	27,436,740.24	26,752,757.13	27,125,398.84
Investments	23,000,000.00	10,000,000.00	15,000,000.00	10,000,000.00	15,000,000.00	5,000,000.00	5,000,000.00
Railroad retirement account:							
Benefit payments	19,693,266.26	22,477,109.94	23,099,736.56	22,982,168.11	23,232,135.16	23,401,459.51	23,803,446.72
Investments	326,000,000.00	* 21,000,000.00	* 21,000,000.00	49,500,000.00	* 23,500,000.00	* 23,000,000.00	48,500,000.00
Unemployment trust fund:							
Investments	* 30,000,000.00	121,000,000.00	* 40,000,000.00	* 35,007,194.04	167,000,000.00	* 14,973,968.63	* 90,000,000.00
Railroad unemployment insurance account:							
Benefit payments	3,942,250.24	4,155,526.96	4,398,366.80	4,033,912.07	4,363,992.81	5,004,896.08	7,017,256.66
Transfer to railroad unemployment insurance contributions for administrative expenses ¹							
State accounts:					2,386,385.58		2,563,208.24
Withdrawals by States	60,542,000.00	106,729,000.00	61,066,000.00	52,497,000.00	53,982,000.00	76,120,000.00	102,121,000.00

Receipts and expenditures	Fiscal year 1949					Total fiscal year 1949	Total fiscal year 1948
	February 1949	March 1949	April 1949	May 1949	June 1949		
RECEIPTS							
Other trust accounts—Continued							
Foreign service retirement fund:							
Deductions from employees' salaries, etc.	\$86,840.03	\$63,413.57	\$94,937.47	\$58,958.89	\$57,916.48	\$751,682.48	\$797,763.22
Interest on investments	646.58	292.60	1,474.32	1,612.60	553,534.35	560,337.10	460,043.62
Transfers from general fund (U. S. share)						2,150,000.00	2,065,000.00
Government life insurance fund:							
Interest and profits on investments	44,109.59		110,849.32			44,917,705.49	43,792,219.94
Premiums and other receipts	4,027,881.11	4,299,647.56	3,176,713.08	3,920,079.19	4,149,096.60	47,231,247.16	46,704,331.81
Indian tribal funds	1,407,662.05	1,284,334.05	1,029,634.28	715,624.14	9,386,897.29	22,428,065.82	13,204,236.48
Insular possessions	727.23	630.64	623.77	419.46	266.42	5,817.23	1,940.66
Other	41,963,559.61	26,893,444.64	29,104,922.99	23,115,337.02	42,452,281.35	406,372,618.85	1,067,213,394.68
Increment resulting from reduction in weight of gold dollar	7,959.04	11,711.67	1,324.64	8,578.34	25,070.16	105,437.02	70,726.83
Seigniorage ¹							82,626.26
Unclassified	* 304,315.25	307,650.29	269,994.07	* 84,665.18	* 2,583,475.47	* 3,653,563.20	* 276,227.25
Total receipts ¹	543,745,728.58	172,533,198.06	285,068,319.84	712,672,850.54	773,444,960.54	5,714,426,671.10	6,515,230,080.67
EXPENDITURES							
Federal old-age and survivors insurance trust fund:							
Administrative expenses:							
Salaries and expenses, Bureau of Old-Age and Survivors Insurance	2,821,751.17	4,409,676.44	3,078,593.60	3,131,212.74	2,987,907.93	39,657,364.47	34,433,773.91
Reimbursements to general fund ¹	1,032,264.56	1,032,264.56	1,537,335.31	1,537,335.31	959,929.01	13,777,510.64	13,018,696.33
Benefit payments	51,090,349.27	53,773,935.69	54,244,253.26	54,775,396.62	55,712,400.91	607,036,339.93	511,675,674.33
Investments		260,000,000.00	* 20,000,000.00		* 434,909,655.79	1,293,890,968.99	1,194,445,006.82
National service life insurance fund:							
Benefits, refunds, etc.	26,976,514.45	20,019,000.00	25,135,166.50	26,144,718.14	29,165,355.18	348,131,930.69	301,949,107.45
Railroad retirement account:							
Benefit payments	15,000,000.00	5,000,000.00	5,000,000.00	30,000,000.00	215,000,000.00	353,000,000.00	461,000,000.00
Investments	23,344,801.68	23,876,534.36	24,016,295.43	24,069,147.73	24,506,290.58	278,202,192.04	222,306,408.37
Unemployment trust fund:	* 23,000,000.00	* 23,000,000.00	49,000,000.00	* 24,500,000.00	31,500,000.00	345,500,000.00	569,000,000.00
Investments	34,000,000.00	* 149,007,227.78	* 121,000,000.00	42,000,000.00	* 74,026,339.41	* 180,066,792.60	446,398,622.94
Railroad unemployment insurance account:							
Benefit payments	6,945,682.23	10,364,411.04	11,309,516.73	7,726,442.14	* 7,715,999.82	* 76,978,245.28	60,792,996.21
Transfer to railroad unemployment insurance contributions for administrative expenses ¹							
State accounts:		2,477,699.12			* 2,266,504.06	* 9,693,797.02	
Withdrawals by States	110,183,000.00	156,050,000.00	140,420,000.00	141,640,000.00	159,745,000.00	1,227,115,000.00	798,131,681.31
Footnotes at end of table.							

TABLE 4.—Trust accounts, etc., receipts and expenditures, in detail, monthly for fiscal year 1949 and totals for 1948 and 1949—Continued

Expenditures	Fiscal year 1949						
	July 1948	August 1948	September 1947	October 1948	November 1948	December 1948	January 1949
Other trust accounts:							
Adjusted service certificate fund:							
Investments		\$30,000.00		\$100,000.00	\$50,000.00	\$30,000.00	\$130,000.00
Other	\$109,696.41	53,529.92	\$64,582.09	66,112.54	25,439.38	47,703.20	46,373.18
Alaska Railroad retirement fund:							
Annuities and refunds	60,131.30	38,123.27	42,814.60	22,994.86	32,530.70	34,498.19	19,310.01
Investments	187,000.00		41,000.00		40,000.00	\$15,000.00	20,000.00
Canal Zone retirement fund:							
Annuities and refunds	154,112.85	173,542.75	201,194.59	172,629.85	170,269.23	172,924.88	160,110.70
Investments	1,137,000.00	\$40,000.00	\$190,000.00	\$68,000.00	\$22,000.00	\$165,000.00	\$65,000.00
Civil service retirement fund:							
Annuities and refunds	18,255,105.58	20,373,540.27	16,618,829.25	17,760,043.06	18,098,221.23	18,467,278.23	16,065,770.38
Investments	223,432,000.00	11,429,509.00	8,434,000.00	8,757,000.00	6,550,000.00	3,720,000.00	16,853,000.00
District of Columbia	12,672,733.10	6,545,620.39	7,015,624.51	9,829,744.46	7,613,995.52	8,636,266.41	9,449,382.36
Foreign service retirement fund:							
Annuities and refunds	77,202.08	153,803.66	77,148.25	81,799.10	740.07	97,847.99	170,175.27
Investments	2,076,000.00		\$16,000.00	\$23,000.00	\$50,000.00	\$4,000.00	
Government life insurance fund:							
Benefits, refunds, etc.	7,672,003.72	4,473,563.96	4,289,471.74	4,225,872.19	4,033,673.43	5,170,135.27	3,628,806.56
Investments				\$1,000,000.00	\$1,000,000.00		
Indian tribal funds	708,155.91	\$35,813.79	1,602,360.02	1,292,182.97	1,054,782.56	1,331,575.82	264,046.98
Other	30,360,411.82	18,763,839.74	13,713,921.06	11,588,138.03	16,354,235.36	12,900,875.96	15,670,111.80
Chargeable against increment on gold—melting losses, etc.			110.80	357.61			82.71
Unclassified	23,557.12	\$20,578.22	\$1,068.82	\$1,089.59	11,668.03	\$84,325.76	73,825.97
Special deposits (net):							
District of Columbia	\$138,894.83	207,799.40	\$105,634.20	\$107,425.62	131,138.36	\$23,036.04	43,475.24
Government corporations (partially owned)	75,138,390.47	21,945,278.85	31,047,033.22	\$1,890,102.83	3,940,311.66	\$7,382,068.68	\$2,691,336.15
Indian tribal funds	398,760.07	798,930.26	\$930,589.25	\$835,143.85	\$2,261,816.99	71,674.27	440,136.96
Other	12,227,045.89	90,525,355.96	13,385,157.87	\$1,701,972.47	\$603,511.68	4,631,811.59	61,108,068.91
Unclassified	48,913.51	\$48,908.33				1,714.53	\$1,714.52
Subtotal	869,010,512.48	499,635,977.89	581,151,316.87	205,654,640.71	377,196,696.95	529,593,964.81	251,394,798.00
Sales and redemptions of obligations of Government corporations, etc., in the market (net):							
Guaranteed by the United States:							
Commodity Credit Corporation	5,169,673.45	3,596,265.01	894,444.29	\$1,939,648.51	\$4,691,036.50	2,056,439.07	16,413,412.70
Federal Farm Mortgage Corporation	19,200.00	47,600.00	38,000.00	29,800.00	60,000.00	40,100.00	58,700.00
Federal Housing Administration	13,018,800.00	57,250.00	\$6,000.00	\$75,950.00	\$17,550.00	\$15,050.00	2,482,800.00
Home Owners' Loan Corporation	64,650.00	41,500.00	36,000.00	109,325.00	63,325.00	44,850.00	107,025.00
Public Housing Administration							
Reconstruction Finance Corporation							

Expenditures	Fiscal year 1949					Total fiscal year 1949	Total fiscal year 1948
	February 1949	March 1949	April 1949	May 1949	June 1949		
Other trust accounts:							
Adjusted service certificate fund:							
Investments			\$37,000.00		\$100,000.00	\$237,000.00	\$6,450,000.00
Other	\$31,761.91	\$55,458.36	52,756.13	\$35,830.83	51,427.02	640,670.97	918,047.86
Alaska Railroad retirement fund:							
Annuities and refunds	44,416.06	32,853.75	32,939.38	40,153.63	35,828.24	443,593.99	281,120.43
Investments	\$65,000.00	35,000.00	17,000.00	\$17,000.00	134,000.00	377,000.00	390,000.00
Canal Zone retirement fund:							
Annuities and refunds	165,583.52	185,275.71	182,628.91	171,318.24	174,893.33	2,084,482.36	1,964,056.76
Investments	\$40,000.00	\$31,000.00	\$163,000.00	2,500.00	436,000.00	791,500.00	870,000.00
Civil service retirement fund:							
Annuities and refunds	16,374,307.03	18,972,513.37	18,401,913.67	18,623,029.94	20,200,666.37	218,211,221.38	241,339,493.25
Investments	11,550,000.00	7,015,000.00	7,860,000.00	8,470,000.00	129,683,000.00	443,773,500.00	359,373,000.00
District of Columbia	7,115,629.15	9,245,036.88	9,817,105.01	8,569,949.69	10,976,783.35	107,487,830.83	96,594,761.82
Foreign service retirement fund:							
Annuities and refunds	93,123.37	87,806.38	93,431.92	84,515.70	99,298.15	1,116,891.94	888,833.75
Investments	\$10,000.00	\$1,000.00	\$39,000.00	\$1,500.00	530,500.00	2,410,000.00	2,449,000.00
Government life insurance fund:							
Benefits, refunds, etc.	4,326,697.97	5,339,154.91	6,329,279.71	5,266,931.36	6,575,410.91	61,330,803.73	69,806,511.51
Investments	\$2,000,000.00		\$4,000,000.00		39,500,000.00	31,500,000.00	32,500,000.00
Indian tribal funds	824,748.46	2,025,334.28	572,061.12	1,066,808.87	1,705,430.84	13,513,281.51	10,740,121.20
Other	15,624,404.77	23,777,228.86	136,834,431.88	39,037,304.73	69,744,699.77	\$404,429,593.58	1,125,484,059.39
Chargeable against increment on gold—melting losses, etc.						551.12	577.09
Unclassified	\$3,196.66	2,756.91	1,553.75	\$1,331.03	\$3.51	1,770.17	\$4,178.72
Special deposits (net):							
District of Columbia	\$166,201.43	67,248.54	\$139,568.29	198,599.65	\$16,625.55	\$49,127.87	54,377.07
Government corporations (partially owned)	2,119,015.09	\$4,654,110.40	\$3,044,200.00	\$7,000,000.00	\$6,000,000.00	\$1,071,000.00	\$2,015,872.17
Indian tribal funds	\$106,597.66	198,343.99	511,819.89	730,528.94	\$947,657.29	\$1,391,612.64	\$1,820,198.45
Other	57,075,545.26	38,731,756.20	\$8,197,662.13	36,725,070.78	119,081,909.09	422,992,575.24	204,974,504.42
Unclassified	175,000.00	\$175,000.00			119.98	120.98	1,083,479.37
Subtotal	361,523,387.80	484,818,173.89	265,949,617.49	420,968,302.41	1,285,772,913.29	6,134,700,200.48	6,916,960,400.59
Sales and redemptions of obligations of Government corporations, etc., in the market (net):							
Guaranteed by the United States:							
Commodity Credit Corporation	9,816,169.52	2,020,578.95	1,128,260.33	\$260,640.96	\$3,408,456.46	30,794,560.89	3,298,591.69
Federal Farm Mortgage Corporation	29,400.00	48,200.00	22,100.00	75,000.00	81,800.00	549,900.00	687,200.00
Federal Housing Administration	\$281,700.00	\$115,300.00	\$2,950.00	\$67,850.00	\$920,500.00	14,111,100.00	11,145,650.00
Home Owners' Loan Corporation	83,950.00	72,450.00	29,050.00	44,825.00	31,900.00	723,850.00	924,925.00
Public Housing Administration		1,000.00				1,000.00	
Reconstruction Finance Corporation							3,000.00

Footnotes at end of table.

TRUST AND SPECIAL FUNDS FOR WHICH INVESTMENTS ARE MADE BY THE TREASURY DEPARTMENT

TABLE 43.—Holdings of Federal securities by Government agencies and accounts, June 30, 1939-49

(In thousands of dollars)

	June 30, 1939	June 30, 1940	June 30, 1941	June 30, 1942	June 30, 1943	June 30, 1944	June 30, 1945	June 30, 1946	June 30, 1947	June 30, 1948	June 30, 1949
ACCOUNTS HANDLED BY TREASURY¹											
Federal Deposit Insurance Corporation.....	340,320	345,587	416,416	488,202	573,793	686,526	835,087	975,787	1,122,306	1,016,790	1,133,790
Federal employees' retirement funds:											
Alaska railroad retirement and disability fund.....	563	787	1,005	1,300	1,552	1,755	1,911	2,360	2,680	3,070	3,447
Canal Zone retirement and disability fund.....	3,946	4,284	5,388	6,678	7,950	9,187	10,298	11,325	12,257	13,127	13,918
Civil service retirement and disability fund.....	465,400	550,200	645,285	782,650	1,060,321	1,450,915	1,848,270	2,155,034	2,435,238	2,794,611	3,243,437
Foreign service retirement and disability fund.....	3,528	3,926	4,713	5,442	6,115	7,012	7,836	8,678	9,538	10,427	11,347
Federal old-age and survivors insurance trust fund.....	1,177,200	1,738,100	2,380,600	3,201,634	4,236,834	5,408,834	6,545,934	7,548,734	8,742,334	9,930,137	11,224,137
Federal Savings and Loan Insurance Corporation.....	117,577	122,412	127,777	122,482	137,063	146,782	155,462	165,962	178,212	191,462	208,662
Postal Savings System.....	1,150,128	1,217,586	1,246,125	1,269,947	1,482,569	1,951,995	2,574,765	3,026,883	3,303,016	3,289,818	3,188,314
Railroad retirement account.....	67,200	79,400	74,000	91,500	178,000	318,500	500,500	657,000	805,500	1,374,500	1,720,000
Unemployment trust fund.....	1,267,000	1,710,000	2,273,000	3,139,000	4,367,000	5,870,000	7,307,000	7,409,000	7,852,000	8,297,000	8,137,000
Veterans' life insurance funds:											
Government life insurance fund.....	811,491	828,342	857,842	905,468	965,718	1,054,093	1,140,585	1,162,435	1,254,000	1,296,500	1,318,000
National service life insurance fund.....			2,800	38,775	351,725	1,213,425	3,187,125	6,473,685	8,934,685	8,934,685	7,287,685
Other trust funds and accounts:											
Adjusted service certificate fund.....	19,500	11,300	19,300	18,435	18,268	16,890	14,500	12,500	12,250	5,800	5,563
Ainsworth Library fund, Walter Reed General Hospital.....	10	10	10	10	10	10	10	10	10	10	10
Alien property trust fund.....	16,130						3,746	4,166	5,168	5,676	6,247
Army Exchange Service contingency reserve fund, War Department.....					1,150						
Canal Zone Postal Savings System.....	1,855	1,855	2,155	4,205	7,505	8,050	9,450	9,850	9,850	9,350	9,350
Comptroller of the Currency employees' retirement fund.....	1,243	1,520	1,695	2,245	2,395	3,700	4,525	4,725	4,805	5,065	(?)
District of Columbia highway fund.....								2,000	2,000	2,000	
District of Columbia public works and other general funds.....							5,000	15,000	15,000	15,000	13,980
District of Columbia teachers' retirement and annuity fund.....	6,402	6,867	7,808	8,359	9,008	10,480	9,997	11,429	11,629	13,569	14,961
District of Columbia water fund.....	1,197	1,473	1,773	1,773	1,773	1,773	1,773	1,773	1,773	1,773	1,773
Exchange stabilization fund.....	5,000	10,452	10,452	10,452	10,452	20,452	20,452	20,000	20,000	20,000	20,000
Farm tenant mortgage insurance trust fund.....										1,000	1,000
Federal Housing Administration:											
Housing insurance fund.....	1,674	1,674	931	931	2,431	2,431	2,431	2,431	2,431	2,431	2,431
Mutual mortgage insurance fund.....	20,614	22,439	28,239	37,739	52,239	72,239	87,500	92,512	107,012	121,499	129,499
War housing insurance fund.....			4,400	4,400	400	400	6,400	8,000	11,000	12,000	33,500
General post fund, Veterans' Administration.....	1,067	1,065	1,115	1,215	1,285	1,390	1,334	1,334	1,433	1,434	1,434
German special deposit account.....	3,957										
Hospital fund, U. S. Army Office of the Surgeon General.....	42,406	42,059	40,545	41,316	44,625	47,031	47,802	41,875	44,069	43,663	2,770
Individual Indian trust funds.....	1	1	4	4							
Library of Congress trust fund.....	83	81	79	79	79	79	86	86	86	86	86
National Institute of Health gift fund.....	12	14	16	17	18	18	18	18	18	18	18
National park trust fund.....	193	191	191	191	191	191	191	191	193	193	193
Pershing Hall memorial fund.....											
Preservation Birthplace of Abraham Lincoln, National Park Service.....							17	17	17	17	17
Public Housing Administration (U. S. Housing Act).....	1,700	3,800	6,070	7,070	7,070	7,070	7,870	7,870	7,870	7,870	
Relief and rehabilitation, Longshoremen's and Harbor Workers' Compensation Act.....	141	151	186	209	208	254	344	404	416	382	402
Relief and rehabilitation, Workmen's Compensation Act within the District of Columbia.....	10	22	27	32	32	44	48	54	71	81	81
U. S. Army and Air Force Motion Picture Service.....				1,635	2,418	2,018	1,923	2,173	3,243	4,543	2,065
U. S. Naval Academy general gift fund.....						85	85	85	85	85	85
Total handled by Treasury.....	5,527,546	6,705,757	8,157,946	10,193,394	13,530,205	18,314,656	24,342,053	28,606,735	32,457,637	35,421,555	37,778,124
ACCOUNTS OF OTHER AGENCIES											
Banks for cooperatives.....	94,358	84,82	31,776	33,702	33,281	42,784	42,849	53,906	42,568	42,656	42,656
Federal Farm Mortgage Corporation.....				1,652	115,000						
Federal home loan banks.....	47,664	53,689	62,370	68,517	134,194	131,535	158,407	120,844	155,464	162,118	337,790
Federal intermediate credit banks.....	74,800	74,825	36,000	44,000	36,000	36,000	36,511	43,151	43,151	43,151	44,664
Federal land banks.....	74,403	84,162	101,825	206,266	327,709	402,595	159,590	135,615	(?)		
Federal National Mortgage Association.....					756		634	565	5		
Home Owners' Loan Corporation (in liquidation).....		3,600			9,984	15,000	15,000	15,000	15,200	12,400	10,200
Inland Waterways Corporation.....	3,487	3,987	3,787	3,237	5,522	6,400	6,650	4,132	2,288	50	50
Joint stock land banks.....	9,007	11,214	215	322	62	36	51	15	(?)		
Panama Railroad Company.....	18,973	20,162	46,245	2,765	8,860	16,969	22,219	21,826	19,350	20	20
Production credit corporations.....	48,020	48,558	50,674	55,471	64,032	71,709	75,052	67,825	67,036	65,870	37,452
Reconstruction Finance Corporation.....									1,704	125	
Regional Agricultural Credit Corporation of Washington, D. C.....						236	326	350			(?)
RFC Mortgage Company, The.....					449	956	5,467	8,017	(?)		
U. S. Spruce Production Corporation.....	125	125	125	115	115	115	115	115	(?)		
Total other agencies.....	371,838	385,209	333,016	428,286	792,001	782,830	587,138	519,316	346,765	326,389	492,722
Total holdings of securities by Government agencies and accounts.....	5,899,384	7,090,966	8,490,962	10,621,680	14,322,206	19,097,486	24,929,191	29,125,051	32,804,402	35,747,945	38,270,846

¹ For further details on certain of these accounts, see tables 44 through 65.
² Transferred to civil service retirement and disability fund in accordance with Public Law 549, approved June 30, 1948.
³ Proprietary interest of the United States in these banks ended June 26, 1947.

⁴ Figures are incomplete as they include only the securities held by the Federal Reserve Banks and branches in safekeeping for joint stock land banks, subject to the order of the Governor of the Farm Credit Administration.
⁵ Corporation has been liquidated.